

ABSTRACT

The purpose of this research is to know the influence of cash flow, current ratio, total debt to total equity ratio, and total debt to total asset ratio to financial distress by using Altman Z-score modification model.

The number of population in this study are 513 manufacturing companies listing in Indonesia Stock Exchange period 2013-2015, with the research analysis using purposive sampling method. So that only 97 manufacturing companies that meet the criteria to be sampled research.

The research data was tested using SPSS computer program version 14.00. The result shows that from 4 independent variables ie cash flow, current ratio, total debt to total equity ratio, and total debt to total asset ratio, all have negative effect to financial distress.

So from the four hypotheses used by the researcher, only one variable is the influence of variable total debt to total asset ratio to financial distress which is declared accepted.

Keywords: *cash flow, current ratio, total debt to total equity ratio, total debt to total asset ratio, and financial distress.*

